Commonwealth of Massachusetts Department of Telecommunications and Energy Fitchburg Gas and Electric Light Company Docket Nos. D.T.E. 02-24/25

Responses to the Department's Sixth Set of Information Requests

Request No. DTE 6-22 (Gas):

Refer to Exh. FGE-MHC (Gas) at 64, lines 3-4. Please provide an itemization of the similarities and differences between the Company's rental programs and those of Massachusetts Electric Company

Response:

The Department provided directives in DTE 98-51, that FG&E should allocate certain costs to its rental equipment program, similar to the allocation procedures used by Massachusetts Electric Company (MECo Order D.P.U. 89-194/195). FG&E completed a Rental Water Heater and Conversion Burner Study, dated February 2002, which has been filed as Exhibit- FGE-MHC-7 (Gas).

Since the preparation of this study, FG&E has learned that Massachusetts Electric no longer operates its rental water heater program. However, Granite State Electric, an affiliate of Massachusetts Electric, does operate a rental water heater program. Therefore, an itemization of the similarities and differences between FG&E and Granite State Electric are shown in Attachment DTE 6-22 (Gas).

Person Responsible: Mark H. Collin

Rental Water Heater Comparison - FGE & Granite State Electric

Fitchburg Gas & Electric

Similarities

- A credit check is completed on every account prior to installation or replacement. Any amount listed in "over due" must be paid – within reason.
- Everyone must sign a new Agreement before a tank is installed or if a customer on an older rental rate needs their tank replaced.
- We do not sell water heaters But customers can "buy out" their rented water heater after completing one year of rental agreement.
- A credit check is completed on every account prior to installation or replacement. Any amount listed in "over due" must be paid – within reason.
- Utilize a call center to answer water heater questions but then rout to one of two experts in house.

Differences

 We do not schedule any tank installations for evenings, weekends or holidays. Granite State Electric

Similarities

- A credit check is completed on every account prior to installation or replacement. Any amount listed in "over due" must be paid – within reason.
- Everyone must sign a new Agreement before a new tank is installed but not if a customer is on an older rental rate or their tank needs replaced.
- They don't sell water heaters but customers can buyout their rental water heater after completing one year of rental agreement.
- A credit check is completed on every account prior to installation or replacement. Any amount listed in "over due" must be paid – within reason.
- Utilize a call center to answer water heater questions but then rout to one of three experts in house.

Differences

They will schedule installations anytime.